

## Message Text

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ORIGIN XMB-04

INFO OCT-01 AF-06 EUR-12 ISO-00 AID-05 CIAE-00 COME-00

EB-07 FRB-03 INR-07 NSAE-00 USIA-06 TRSE-00 OPIC-03

SP-02 CIEP-01 LAB-04 SIL-01 OMB-01 /063 R

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AF/C:MGALLAGHER

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FM SECSTATE WASHDC

TO AMEMBASSY KINSHASA

AMEMBASSY LONDON

AMCONSUL LUBUMBASHI

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E.O. 11652: NA

TAGS: EGEN

SUBJECT: VISIT OF EXIMBANK TEAM TO REVIEW ELECTRIC POWER AND  
COPPER PROJECTS

1. A SUBSTANTIAL SHARE OF EXIMBANK EXPOSURE IN ZAIRE, ABOUT  
\$385 MILLION OUT OF \$500 MILLION, RELATES TO DIRECT CREDITS AND  
FINANCIAL GUARANTEES FOR INGA II HYDROELECTRIC PROJECT, INGA-  
SHABA TRANSMISSION LINE, AND SOCIETE MINIERE DE TENKE-FUNGURUME  
(SMTF) COPPER PROJECT. EXIM INFORMED BY MORRISON-KNUDSEN OF  
SUBSTANTIAL COST OVER-RUNS ON INGA-SHABA LINE, INCLUDING A U.S.  
COST OVER-RUN OF \$87 MILLION, AND THAT AN APPLICATION FROM SNEL  
FOR FINANCING THIS AMOUNT BEING PREPARED. IN ADDITION, SIGNING  
OF SMTF CREDIT AND OTHER RELATED AGREEMENTS EXPECTED AROUND  
NOVEMBER 20 AND EXIM MUST DECIDE WHETHER TO DISBURSE IN LIGHT  
GOZ PAYMENT ARREARS ON VIRTUALLY ALL OTHER EXIM CREDITS. AS  
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RESULT, EXIM HAS CONCLUDED REASSESSMENT OF POWER-COPPER PROJECTS

NECESSARY AND HAS DESIGNATED LOAN OFFICER JOHN LENTZ AND ENGINEER CHARLES WAGNER TO UNDERTAKE STUDY.

2. FOR LONDON: TEAM WILL ARRIVE LONDON OCTOBER 29 PASS FLIGHT 106. EXIM WOULD APPRECIATE AMEMBASSY LONDON RESERVING TWO SINGLES AT BRITANNIA FOR NIGHTS OCTOBER 29-31. APPOINTMENTS WITH SMTF CHAIRMAN IN LONDON, ECGD, AND CHASE MANHATTAN BANK BEING ARRANGED SEPARATELY.

3. FOR KINSHASA: TEAM WILL ARRIVE KINSHASA NOV 2 SABENA FLIGHT 329. TEAM WOULD APPRECIATE INITIAL MEETING WITH GOZ TO DISCUSS STATUS EXIM CREDITS FOLLOWED BY SESSIONS WITH SNEL AND CIS TO REVIEW STATUS CONSTRUCTION AT INGA SITE, FINANCING FOR INGA II PHASE I, PROGRESS ON INGA-SHABA TRANSMISSION LINE, AND RELATED DISTRIBUTION NETWORK IN SHABA. EXIM CONCERNED ABOUT DELAY IN DISTRIBUTION PROJECT APPARENTLY CASUED BY NON

PAYMENT 5 PERCENT DEPOSIT TO EUROPEAN CONTRACTORS. IT WOULD BE HELPFUL IF SNEL COULD PROVIDE LATEST LOAD GROWTH ESTIMATES FOR KINSHASA AREA AND COPPERBELT AS WELL AS INDICATION HOW CASH PAYMENT ON U.S. COST OVER-RUN AND ENTIRE LOCAL COST OVER-RUN ON INGA-SHABA LINE TO BS FINANCED.

4. FOR LUBUMBASHI: TEAM SCHEDULED ARRIVE LUBUMBASHI NOV 5 AIR ZAIRE FLIGHT 011 AND WOULD APPRECIATE AMCONSUL ARRANGING MEETINGS WITH LOCAL SMTF, SNEL, AND GECAMINES OFFICIALS TO DISCUSS STATUS SMTF COPPER PROJECT, SNEL PROJECTS IN AREA INCLUDING POWER INTERCHANGE WITH ZAMBIA, AND GECAMINES EXPANSION PROGRAM PARTIALLY FINANCED BY IBRD. TEAM INTENDS DEPART LUBUMBASHI NOV 7 AIR ZAIRE FLIGHT 010.

5. TEAM WILL DEPART KINSHASA NOV. 9 PAA FLIGHT 189. WOULD APPRECIATE AMEMBASSY KINSHASA AND AMCONSUL LUBUMBASHI ARRANGING SINGLE ROOM HOTEL ACCOMODATION FOR ABOVE SCHEDULE. EXIM INFORMED LEON TEMPLESMAN HAS OFFERED ASSISTANCE OF LARRY DEVLIN IN ARRANGING MEETINGS. INGERSOLL

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## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** COPPER, BUSINESSMEN, PROGRAMS (PROJECTS), VISITS, DEVELOPMENT BANKS, ELECTRIC POWER PLANTS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 17 OCT 1975  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** KelleyW0  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
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**Drafter:** XMB:J.W. LENTZ  
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**Film Number:** D750362-0457  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1975/newtext/t19751046/aaaabosr.tel  
**Line Count:** 97  
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**Office:** ORIGIN XMB  
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**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
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**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
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**Review Action:** RELEASED, APPROVED  
**Review Authority:** KelleyW0  
**Review Comment:** n/a  
**Review Content Flags:**  
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**Status:** NATIVE  
**Subject:** VISIT OF EXIMBANK TEAM TO REVIEW ELECTRIC POWER AND COPPER PROJECTS  
**TAGS:** EGEN, ENRG, CG, XMB  
**To:** KINSHASA LUBUMBASHI  
**Type:** TE  
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